

February 24, 2026

The General Manager,
Pakistan Stock Exchange Limited,
Stock Exchange Building,
Stock Exchange Road,
Karachi.

Subject: Financial Results for the Half Year Ended December 31, 2025 (Un-Audited)

Dear Sir,

This is to inform you that the Board of Directors of Suraj Cotton Mills Limited, in their meeting held on Tuesday, February 24, 2026 at 12:00 P.M through a video link, reviewed and approved the Un-Audited Financial Statements of the Company for the Half Year ended December 31, 2025 and recommended the following entitlements;

1. **Cash Divided:** Nil
2. **Bonus Shares:** Nil
3. **Right Shares:** Nil
4. **Any other entitlement/corporate action:** Nil
5. **Any other price-sensitive information:** Nil

The Un-Audited Financial Results of the Company for the Half Year ended December 31, 2025 are enclosed as **Annexure A**.

The Half Yearly Report of the Company for the period ended December 31, 2025 will be transmitted through PUCARS separately, within the specified time.

Yours sincerely,

For Suraj Cotton Mills Limited



Maria Atif
Company Secretary

ANNEXURE - A

Condensed Interim Statement of Financial Position

As at December 31, 2025

| | Un-Audited Dec 31 - 2025 | Audited June 30-2025 |
|--|-----------------------------|-------------------------|
| | (Rupees in thousand) | |
| EQUITY AND LIABILITIES | | |
| SHARE CAPITAL AND RESERVES | | |
| Authorized share capital 100,000,000 (30 June 2025: 100,000,000) ordinary shares of Rupees 10 each | 1,000,000 | 1,000,000 |
| Issued, subscribed and paid up share capital 48,809,515 (30 June 2025: 48,809,515) ordinary shares of Rupees 10 each | 488,094 | 488,094 |
| Reserves | 14,028,384 | 13,057,701 |
| TOTAL EQUITY | 14,516,478 | 13,545,795 |
| LIABILITIES | | |
| NON CURRENT LIABILITIES | | |
| Long term financing - secured | 2,172,725 | 2,470,692 |
| Deferred liabilities | 1,591,038 | 1,586,297 |
| | 3,763,763 | 4,056,989 |
| CURRENT LIABILITIES | | |
| Trade and other payables | 4,658,522 | 3,836,359 |
| Accrued mark-up | 22,293 | 38,841 |
| Short term borrowings | 1,048,072 | 1,164,739 |
| Current portion of non - current liabilities | 1,149,763 | 1,153,152 |
| Taxation and levy - net | 616,136 | 489,700 |
| Unclaimed dividend | 8,577 | 8,577 |
| | 7,503,363 | 6,691,368 |
| TOTAL LIABILITIES | 11,267,126 | 10,748,357 |
| CONTINGENCIES AND COMMITMENTS | | |
| TOTAL EQUITY AND LIABILITIES | 25,783,604 | 24,294,152 |



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

| | Un-Audited Dec 31 - 2025 | Audited June 30-2025 |
|--|-----------------------------|-------------------------|
| | (Rupees in thousand) | |
| ASSETS | | |
| NON-CURRENT ASSETS | | |
| Property, plant and equipment | 8,271,401 | 8,546,997 |
| Investment properties | 472,690 | 472,690 |
| Long term investments | 1,916,325 | 1,364,971 |
| Long term deposits | 239,500 | 129,284 |
| | 10,899,916 | 10,513,942 |
| CURRENT ASSETS | | |
| Stores, spare parts and loose tools | 593,199 | 567,742 |
| Stock-in-trade | 7,566,870 | 7,389,621 |
| Trade debts | 4,126,168 | 3,220,558 |
| Loans and advances | 74,599 | 144,171 |
| Short term deposits and prepayments | 156,950 | 81,194 |
| Other receivables | 492,774 | 968,188 |
| Short term investments | 1,607,231 | 1,238,626 |
| Cash and bank balances | 259,231 | 163,444 |
| | 14,877,022 | 13,773,544 |
| Non-current assets classified as held for sale | 6,666 | 6,666 |
| | 14,883,688 | 13,780,210 |
| TOTAL ASSETS | 25,783,604 | 24,294,152 |



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Profit or Loss (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

| | HALF YEAR ENDED | | QUARTER ENDED | |
|--|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2025 | 31 December 2024 | 31 December 2025 | 31 December 2024 |
| ------(Rupees in thousand) ----- | | | | |
| Revenue from contracts with customers | 14,046,175 | 14,358,204 | 7,556,276 | 6,755,299 |
| Cost of sales | (12,893,154) | (13,210,573) | (6,891,733) | (6,092,313) |
| Gross profit | 1,153,021 | 1,147,631 | 664,543 | 662,986 |
| Distribution cost | (119,558) | (129,814) | (62,612) | (64,998) |
| Administrative expenses | (155,663) | (159,597) | (74,770) | (78,621) |
| Other expenses | (105,362) | (101,319) | (59,144) | (35,775) |
| | (380,583) | (390,730) | (196,526) | (179,394) |
| | 772,438 | 756,901 | 468,017 | 483,592 |
| Other income | 429,648 | 365,672 | 126,579 | 253,291 |
| Profit from operations | 1,202,086 | 1,122,573 | 594,596 | 736,883 |
| Finance cost | (80,370) | (107,418) | (41,121) | (46,267) |
| Profit before levy and taxation | 1,121,716 | 1,015,155 | 553,475 | 690,616 |
| Levy | (25,939) | (154,349) | 1,247 | (122,930) |
| Profit before taxation | 1,095,777 | 860,806 | 554,722 | 567,686 |
| Taxation | (270,238) | (321,620) | (125,679) | (215,210) |
| Profit after taxation | 825,539 | 539,186 | 429,043 | 352,476 |
| Earnings per share - basic and diluted (rupees) | 16.91 | 11.05 | 8.79 | 7.22 |



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Comprehensive Income (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

| | HALF YEAR ENDED | | QUARTER ENDED | |
|---|----------------------------------|---------------------|---------------------|---------------------|
| | 31 December 2025 | 31 December 2024 | 31 December 2025 | 31 December 2024 |
| | ----- (Rupees in thousand) ----- | | | |
| Profit After Taxation | 825,539 | 539,186 | 429,043 | 352,476 |
| Other comprehensive income Items that will not be reclassified to profit or loss: | | | | |
| Fair value adjustment arising on remeasurement of investments at fair value through other comprehensive income - net of tax | 389,192 | 385,729 | (12,702) | 427,109 |
| Items that may be reclassified subsequently to profit or loss | - | - | - | - |
| Other comprehensive income / (loss) for the period - net of tax | 389,192 | 385,729 | (12,702) | 427,109 |
| Total comprehensive income for the period | 1,214,731 | 924,915 | 416,341 | 779,585 |



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Changes in Equity (Un-Audited) FOR THE HALF YEAR ENDED 31 DECEMBER 2025

| Share Capital | Reserves | | | | | | | Total Equity |
|---------------|-----------------------|--|-----------|------------------|-----------------------|-----------|-------|--------------|
| | Capital Reserves | | | Revenue Reserves | | | | |
| | Share premium reserve | Fair value reserve on FVTOCI investments | Sub total | General Reserve | Unappropriated profit | Sub total | Total | |

------(Rupees in thousand)-----

| | | | | | | | | | |
|---|----------------|---------------|----------------|----------------|------------------|------------------|-------------------|-------------------|-------------------|
| Balance as at 30 June 2024 - (Audited) | 488,094 | 29,000 | 78,007 | 107,007 | 3,714,000 | 7,825,911 | 11,539,911 | 11,646,918 | 12,135,012 |
| Transactions with owners: | | | | | | | | | |
| Final dividend for the year ended 30 June 2024 @ Rupees 5 per share | - | - | - | - | - | (244,048) | (244,048) | (244,048) | (244,048) |
| Transfer of gain on disposal of FVTOCI investment to retained earnings | - | - | (113,252) | (113,252) | - | 113,252 | 113,252 | - | - |
| Profit for the period | - | - | - | - | - | 539,186 | 539,186 | 539,186 | 539,186 |
| Other comprehensive income for the period | - | - | 385,729 | 385,729 | - | - | - | 385,729 | 385,729 |
| Total comprehensive income for the period | - | - | 385,729 | 385,729 | - | 539,186 | 539,186 | 924,915 | 924,915 |
| Balance as at 31 December 2024 - (un-audited) | 488,094 | 29,000 | 350,484 | 379,484 | 3,714,000 | 8,234,301 | 11,948,301 | 12,327,785 | 12,815,879 |
| Transfer of gain on disposal of FVTOCI investments to retained earnings | - | - | (77,272) | (77,272) | - | 77,272 | 77,272 | - | - |
| Profit for the period | - | - | - | - | - | 579,497 | 579,497 | 579,497 | 579,497 |
| Other comprehensive income for the period | - | - | 150,419 | 150,419 | - | - | - | 150,419 | 150,419 |
| Total comprehensive income for the period | - | - | 150,419 | 150,419 | - | 579,497 | 579,497 | 729,916 | 729,916 |
| Balance as at 30 June 2025 - (audited) | 488,094 | 29,000 | 423,631 | 452,631 | 3,714,000 | 8,891,070 | 12,605,070 | 13,057,701 | 13,545,795 |
| Transaction with owners: | | | | | | | | | |
| Final dividend for the year ended 30 June 2025 @ Rupees 5 per share | - | - | - | - | - | (244,048) | (244,048) | (244,048) | (244,048) |
| Transfer of gain on disposal of FVTOCI investments to retained earnings | - | - | (94,181) | (94,181) | - | 94,181 | 94,181 | - | - |
| Profit for the period | - | - | - | - | - | 825,539 | 825,539 | 825,539 | 825,539 |
| Other comprehensive income for the period | - | - | 389,192 | 389,192 | - | - | - | 389,192 | 389,192 |
| Total comprehensive income for the period | - | - | 389,192 | 389,192 | - | 825,539 | 825,539 | 1,214,731 | 1,214,731 |
| Balance as at 31 December 2025 - (un-audited) | 488,094 | 29,000 | 718,642 | 747,642 | 3,714,000 | 9,566,742 | 13,280,742 | 14,028,384 | 14,516,478 |

The annexed notes form an integral part of these condensed interim financial statements.



CHIEF EXECUTIVE OFFICER



DIRECTOR



CHIEF FINANCIAL OFFICER

Condensed Interim Statement of Cash Flows (Un-Audited)
FOR THE HALF YEAR ENDED 31 DECEMBER 2025

| | HALF YEAR ENDED | |
|---|----------------------|---------------------|
| | 31 December 2025 | 31 December 2024 |
| | (Rupees in thousand) | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Cash generated from operations | 1,448,467 | 1,192,395 |
| Finance cost paid | (96,918) | (122,187) |
| Workers' profit participation fund paid | (107,977) | (105,988) |
| Workers' welfare fund paid | (1) | (5,536) |
| Income tax and levy paid | (188,554) | (204,903) |
| Profit on bank deposits | 18,023 | 64,719 |
| Increase in long term deposits | (110,216) | - |
| Net cash generated from operating activities | 962,824 | 818,500 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Capital expenditure on property, plant and equipment | (108,102) | (615,376) |
| Proceeds from disposal of property, plant and equipment | 21,250 | 24,250 |
| Investments made | (1,195,245) | (2,063,747) |
| Proceeds from disposal of investments | 1,066,822 | 2,841,466 |
| Interest received | 2,655 | - |
| Dividends received | 70,050 | 52,788 |
| Net cash (used in) / from investing activities | (142,570) | 239,381 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment of long term financing | (363,752) | (350,502) |
| Short term borrowings - net | (116,667) | (496,635) |
| Dividend paid | (244,048) | (242,784) |
| Net cash used in financing activities | (724,467) | (1,089,921) |
| Net increase / (decrease) in cash and cash equivalents | 95,787 | (32,040) |
| Cash and cash equivalents at the beginning of the period | 163,444 | 378,804 |
| Cash and cash equivalents at the end of the period | 259,231 | 346,764 |



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